

**PIEDMONT VIRGINIA COMMUNITY COLLEGE**

**REPORT ON REVIEW  
FOR THE YEAR ENDED  
JUNE 30, 2008**





# Commonwealth of Virginia

**Walter J. Kucharski, Auditor**

**Auditor of Public Accounts  
P.O. Box 1295  
Richmond, Virginia 23218**

January 29, 2009

Frank Friedman, President  
Piedmont Virginia Community College  
501 College Drive  
Charlottesville, VA 22902

Dear Mr. Frank Friedman:

We have reviewed the accompanying Statement of Net Assets of **Piedmont Virginia Community College** as of June 30, 2008, and the related Statement of Revenues, Expenses, and Changes in Net Assets for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of the individual community college.

A review consists principally of inquiries of college personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.

Piedmont Virginia Community College is one of 23 community colleges that comprise the Virginia Community College System, which is a component unit of the Commonwealth of Virginia. Federal funds received by the Commonwealth of Virginia are audited at a statewide level by the Auditor of Public Accounts under the Statewide Single Audit Act Amendments of 1996 and the U.S. Office of Management and Budget Circular A-133. As a major program, the Auditor of Public Accounts audits Federal Student Financial Aid at Virginia's state-supported colleges and universities generally on a triennial cyclic basis. The Auditor of Public Accounts audited Piedmont Virginia Community College's Federal Student Aid programs in fiscal years 2004 and 2007 and did not report any material compliance issues. Copies of our audits of the system wide financial statements of the Virginia Community College System along with copies of our Statewide Single Audits may be found on our website at [www.apa.virginia.gov](http://www.apa.virginia.gov).

This letter is intended solely for the information and use of the accreditation review board and is not intended to be and should not be used by anyone other than this specified party. However, this letter is a matter of public record and its distribution is not limited.

Sincerely,

Walter J. Kucharski  
Auditor of Public Accounts

Enclosure  
DBC/clj

PIEDMONT VIRGINIA COMMUNITY COLLEGE  
STATEMENT OF NET ASSETS  
As of June 30, 2008

		Component Unit
	Community College	Piedmont Virginia Community College Educational Foundation
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 2,146,509	\$ 853,455
Short term investments	171,205	-
Accounts receivable	145,931	-
Pledges receivable	-	384,928
Due from Commonwealth	123,009	-
Interest receivable	-	98,269
Prepaid expenses	130,802	-
Inventories	15,000	11,968
Notes receivable	3,820	-
Total current assets	2,736,276	1,348,620
Noncurrent assets		
Restricted cash and cash equivalents	290,844	-
Cash with trustees	6,081	-
Endowment cash and cash equivalents	-	55,999
Appropriation available	5,766,560	-
Other long-term investments	-	4,707,876
Pledges receivable	-	1,090,162
Due from Commonwealth	113,203	-
Notes receivable	38,665	-
Non-depreciable capital assets, net	1,119,264	-
Depreciable capital assets, net	13,472,279	-
Total noncurrent assets	20,806,896	5,854,037
Total assets	23,543,172	7,202,657
<b>LIABILITIES</b>		
Current liabilities:		
Accounts and retainage payable	112,463	14,580
Accrued payroll expense	738,587	-
Deferred revenue	920,655	-
Long-term liabilities-current portion	257,372	4,250
Due to Commonwealth	1,000	-
Deposits	265,977	-
Total current liabilities	2,296,054	18,830
Noncurrent liabilities:		
Long-term liabilities	972,325	28,345
Due to federal government	55,470	-
Total noncurrent liabilities	1,027,795	28,345
Total liabilities	3,323,849	47,175
<b>NET ASSETS</b>		
Invested in capital assets, net of related debt	14,139,524	-
Restricted for:		
Nonexpendable	(4,155)	1,297,208
Expendable	6,247,871	3,421,229
Unrestricted	(163,917)	2,437,045
Total net assets	\$ 20,219,323	\$ 7,155,482

PIEDMONT VIRGINIA COMMUNITY COLLEGE  
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS  
For the Year Ended June 30, 2008

		Component Unit
	Community College	Piedmont Virginia Community College Educational Foundation
Operating revenue:		
Tuition and fees (net of scholarship allowance of \$908,746)	\$ 6,028,648	\$ -
Federal grants and contracts	1,493,006	-
State and local grants	230,263	-
Nongovernmental grants	144,612	-
Sales/services of education department	22,632	-
Auxiliary enterprises (net of scholarship allowance of \$5,224)	31,708	-
Other operating revenues	289,438	990
Total operating revenue	8,240,307	990
Operating expenses:		
Instruction	9,688,820	-
Public service	465,799	-
Academic support	2,198,771	431,555
Student services	2,123,986	-
Institutional support	3,285,668	82,534
Operation and maintenance	1,748,321	8,525
Scholarships and fellowships	1,393,331	-
Auxiliary enterprises	51,519	-
Fundraising	-	62,029
Other expenses	9,184	-
Total operating expenses	20,965,399	584,643
Operating income (loss)	(12,725,092)	(583,653)
Nonoperating revenues (expenses)		
State appropriationa	10,271,590	-
Local appropriations	54,976	-
Grants and gifts	1,975,580	-
Investment income	224,970	820,466
Interest on capital asset related debt	(55,253)	-
Other nonoperating revenue (expense)	(22,694)	-
Net nonoperating revenue	12,449,169	820,466
Income (loss) before other revenues, expenses, gains, and losses	(275,923)	236,813
Capital appropriations-state	2,609,924	-
Capital appropriations-local	100,000	-
Capital gifts, grants and contracts	43,017	556,440
Increase in net assets	2,477,018	793,253
Net assets - beginning of year	17,742,305	6,362,229
Net assets - end of year	\$ 20,219,323	\$ 7,155,482

See Auditor of Public Accounts' Review Report